

**"Byblos Bank Armenia" cjsc**

**Interim Statement of Comprehensive Income**

for the year ended 31 December 2012

			in '000 Drams	
	1 October 2012 31 December 2012	1 January 2012 31 December 2012	1 October 2011 31 December 2011	1 January 2011 31 December 2011
Interest income	997,892	3,854,701	796,277	2,918,435
Interest expense	(629,662)	(2,250,214)	(455,540)	(1,643,606)
<b>Net interest income</b>	<b>368,230</b>	<b>1,604,487</b>	<b>340,737</b>	<b>1,274,829</b>
Fee and commission income	25,319	83,677	16,760	76,442
Fee and commission expense	(13,153)	(45,656)	(11,859)	(44,476)
<b>Net fee and commission income</b>	<b>12,166</b>	<b>38,021</b>	<b>4,901</b>	<b>31,966</b>
Net loss from financial instruments at fair value through profit or loss	-	-	(17,187)	(46,743)
Net foreign exchange gain	20,758	51,085	28,383	98,414
Net (loss) / gain on available-for-sale financial assets	(717)	3,094	-	1,414
Net change in fair value of investment property	-	17,721	-	-
Other operating (loss) / income	(20,524)	(44,077)	(1,691)	21,093
<b>Operating income</b>	<b>379,913</b>	<b>1,670,331</b>	<b>355,143</b>	<b>1,380,973</b>
Impairment loss	(39,420)	(81,290)	(168,521)	(10,722)
Personnel expenses	(170,539)	(704,742)	(149,938)	(622,589)
Other general administrative expenses	(154,568)	(579,075)	(107,118)	(383,410)
<b>Profit / (loss) before income tax</b>	<b>15,386</b>	<b>305,224</b>	<b>(70,434)</b>	<b>364,252</b>
Income tax (expense) / benefit	(31,370)	(106,506)	6,980	(97,860)
<b>(Loss) / profit for the year</b>	<b>(15,984)</b>	<b>198,718</b>	<b>(63,454)</b>	<b>266,392</b>
<b>Other comprehensive income / (loss), net of income tax</b>				
Revaluation reserve for available-for-sale financial assets:				
Net change in fair value	55,244	(1,988)	43,966	25,073
Net change in fair value transferred to profit or loss	1,449	1,132	-	(14,607)
<b>Other comprehensive income / (loss), net of income tax</b>	<b>56,693</b>	<b>(856)</b>	<b>43,966</b>	<b>10,466</b>
<b>Total comprehensive income / (loss)</b>	<b>40,709</b>	<b>197,862</b>	<b>(19,488)</b>	<b>276,858</b>

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**Interim Statement of Changes in Equity**

for the year ended 31 December 2012

in '000 Drams

	Share capital	Share premium	Revaluation reserve for available-for-sale financial assets	Retained earnings	Total
<b>Balance as at 1 January 2011</b>	<b>8,125,100</b>	<b>257,149</b>	<b>38,617</b>	<b>246,344</b>	<b>8,667,210</b>
<b>Total comprehensive income</b>					
Profit for the year	-	-	-	266,392	266,392
Other comprehensive income	-	-	10,466	-	10,466
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>10,466</b>	<b>266,392</b>	<b>276,858</b>
<b>Balance as at 31 December 2011</b>	<b>8,125,100</b>	<b>257,149</b>	<b>49,083</b>	<b>512,736</b>	<b>8,944,068</b>
<b>Balance as at 1 January 2012</b>	<b>8,125,100</b>	<b>257,149</b>	<b>49,083</b>	<b>512,736</b>	<b>8,944,068</b>
<b>Total comprehensive income</b>					
Profit for the year	-	-	-	198,718	198,718
Other comprehensive loss	-	-	(856)	-	(856)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>(856)</b>	<b>198,718</b>	<b>197,862</b>
<b>Balance as at 31 December 2012</b>	<b>8,125,100</b>	<b>257,149</b>	<b>48,227</b>	<b>711,454</b>	<b>9,141,930</b>

**"Byblos Bank Armenia" cjsc**

**Interim Statement of Financial Position**

as at 31 December 2012

	<i>in '000 Drams</i>	
	<b>31 December 2012</b>	<b>31 December 2011</b>
<b>ASSETS</b>		
Cash and cash equivalents	8,971,211	4,301,241
Available-for-sale financial assets		
Held by the bank	2,198,292	2,048,323
Pledged under sale and repurchase agreements	573,912	-
Amounts receivable under reverse repurchase agreements	-	804,415
Loans and advances to banks	12,291,540	9,303,338
Loans to customers	23,364,346	20,122,283
Investment property	273,599	-
Property, plant and intangible assets	1,120,249	1,144,989
Other assets	158,344	95,689
<b>Total assets</b>	<b>48,951,493</b>	<b>37,820,278</b>
<b>LIABILITIES</b>		
Deposits and balances from banks	8,062,970	7,451,441
Amounts payable under repurchase agreements	561,648	-
Current accounts and deposits from customers	24,945,995	16,188,674
Other borrowed funds	5,897,232	5,052,992
Other liabilities	273,882	156,171
Deferred tax liability	67,836	26,932
<b>Total liabilities</b>	<b>39,809,563</b>	<b>28,876,210</b>
<b>EQUITY</b>		
Share capital	8,125,100	8,125,100
Share premium	257,149	257,149
Revaluation reserve for available-for-sale financial assets	48,227	49,083
Retained earnings	711,454	512,736
<b>Total equity</b>	<b>9,141,930</b>	<b>8,944,068</b>
<b>Total liabilities and equity</b>	<b>48,951,493</b>	<b>37,820,278</b>

**Interim Statement of Cash Flows**

for the year ended 31 December 2012

	<b>1 January 2012 31 December 2012</b>	<i>in '000 Drams</i> <b>1 January 2011 31 December 2011</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Interest receipts	3,842,770	2,791,694
Interest payments	(2,145,887)	(1,346,006)
Fee and commission receipts	83,527	61,150
Fee and commission payments	(45,476)	(38,989)
Net receipts from foreign exchange	55,303	51,206
Tax payments (other than income tax)	(40,171)	(67,079)
Salaries and other payments to employees	(653,855)	(571,711)
Other general and administrative expenses	(368,789)	(319,258)
Other (payments) / receipts	(7,379)	57,783
<b>(Increase) / decrease in operating assets</b>		
Available-for-sale financial assets	(707,669)	(976,742)
Amounts receivable under reverse repurchase agreements	803,205	(803,205)
Loans and advances to banks	(2,631,971)	(3,058,474)
Loans to customers	(3,026,867)	(3,512,169)
Other assets	(23,963)	(6,377)
<b>Increase / (decrease) in operating liabilities</b>		
Financial instruments at fair value through profit or loss	-	(46,743)
Deposits and balances from banks	221,465	(315,417)
Current accounts and deposits from customers	8,129,924	4,563,628
Receipts from borrowed funds	655,228	2,964,938
Amounts payable under repurchase agreements	561,157	-
Other liabilities	(4)	2,718
<b>Net cash provided from / (used in) operating activities before income taxes paid</b>	<b>4,700,548</b>	<b>(569,053)</b>
Income tax paid	(90,435)	(146,039)
<b>Cash flows from operations</b>	<b>4,610,113</b>	<b>(715,092)</b>
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Net purchase of property and equipment and intangible assets	(62,814)	(407,345)
<b>Cash flows used in investing activities</b>	<b>(62,814)</b>	<b>(407,345)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>4,547,299</b>	<b>(1,122,437)</b>
Effect of changes in exchange rates on cash and cash equivalents	122,632	226,720
Cash and cash equivalents at the beginning of the year	4,300,977	5,196,694
<b>Cash and cash equivalents at the end of the year</b>	<b>8,970,908</b>	<b>4,300,977</b>